## Closing Agreements

How do I submit an income tax closing agreement for a deceased individual, trust or estate?

A closing agreement is an agreement between the Colorado Department of Revenue and decedent's personal representative regarding the amount, if any, of Colorado income tax owed by the decedent's estate. A personal representative is liable, to the extent there are assets distributed from the estate, for unpaid Colorado income taxes owed by the decedent's estate. The closing agreement protects the personal representative from liability for Colorado income taxes that the department may later determine are owed by the estate. A closing agreement is optional and is not required in order to close an estate.

The personal representative completes form DR 0253, which can be downloaded at <a href="https://www.TaxColorado.com">www.TaxColorado.com</a>. The department will determine the amount of Colorado income tax due, if any. If the amount due is other than what is set forth in section III, the Department will contact the personal representative. Attach the response letter from the federal IRS regarding your federal request for prompt assessment. Mail this Form 0253 to the Colorado Department of Revenue, Income Tax Section, 1375 Sherman St Room 240, Denver CO 80261.